

LABORERS' AND RETIREMENT BOARD
EMPLOYEES' ANNUITY AND
BENEFIT FUND

ANNUAL STATEMENT

AS OF

DECEMBER 31, 1938

DONALD F. CAMPBELL
AND
DONALD F. CAMPBELL, JR.
CONSULTING ACTUARIES
160 NO. LA SALLE ST.
CHICAGO, ILL.

TELEPHONE STATE 1336

July 21, 1939.

The Retirement Board of the Laborers'
and Retirement Board Employees'
Annuity and Benefit Fund,
Chicago, Illinois.

Gentlemen:

This is to certify that the annual statement of the
Laborers' and Retirement Board Employees' Annuity and Benefit
Fund as of December 31, 1938, appended hereto, consisting of
five exhibits, as follows:

Exhibit	Title	Page
A	Assets and Liabilities	1-2
B	Income and Expenditures	3-4
C	Gain and Loss	5-6
D	Comparative Analysis--Assets and Liabilities	7-8
E	Cash Reconciliation	9

is to the best of my knowledge and belief a true and correct
statement of the affairs and conditions of said Fund for the
year 1938.

This statement has been prepared from the books of
the Fund as substantiated by our letters of recommendation to
the Retirement Board.

Respectfully submitted,



ACTUARY.

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LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

BALANCE SHEET

AS OF

DECEMBER 31, 1938

ASSETS

AND

LIABILITIES

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

ASSETS

AS OF DECEMBER 31, 1938

CASH ON DEPOSIT		\$	91,213.39
ACCOUNTS RECEIVABLE:			
Salary Deductions Accrued	\$	6,865.35	
Miscellaneous from Employees		<u>757.95</u>	
Total Accounts Receivable			7,623.30
INTEREST RECEIVABLE:			
Accrued Interest on Bonds	\$	5,227.07	
Accrued Interest on Tax Anticipation Warrants		<u>2,141.61</u>	
Total Interest Receivable			7,368.68
INVESTMENTS:			
Tax Anticipation Warrants - Board of Education		\$150,000.00	
Bonds - Par Value	\$285,000.00		
Bond Premiums and Discounts	<u>8,729.83</u>	<u>293,729.83</u>	
Total Investments			443,729.83
TAXES RECEIVABLE:			
Year of Levy	Uncollected Taxes	Reserve for Loss and Cost of Collection (10% of Extension)	Net Taxes Receivable
1935	\$ 40,072.66	\$13,198.27	\$ 26,874.39
1936	41,883.65	19,569.29	22,314.36
1937	63,183.50	20,739.76	42,443.74
1938	<u>194,817.99</u>	<u>19,481.80</u>	<u>175,336.19</u>
	<u>\$339,957.80</u>	<u>\$72,989.12</u>	<u>\$266,968.68</u>
Net Taxes Receivable			<u>266,968.68</u>
GROSS LEDGER ASSETS			\$ 816,903.88
LESS:			
ACCOUNTS PAYABLE:			
Miscellaneous to Employees		\$	19,682.74
Comptroller and Municipal Employees' Annuity and Benefit Fund		<u>255.69</u>	
Total Accounts Payable			<u>19,938.43</u>
NET LEDGER ASSETS DECEMBER 31, 1938			\$ 796,965.45
DEFERRED ASSETS (Subject to Future Gains and Losses):			
Obligations of City because of Prior Service Credits Granted		\$6,662,815.75	
Obligations of City because of Age and Service Credits Granted		<u>349,384.13</u>	
Total Deferred Assets			<u>7,012,199.88</u>
TOTAL NET LEDGER AND DEFERRED ASSETS DECEMBER 31, 1938			<u>\$7,809,165.33</u>
DEDUCT (Per Contra) LIABILITIES:			
Obligations of City because of Prior Service and Age and Service Credits Granted			<u>7,012,199.88</u>
NET LEDGER ASSETS DECEMBER 31, 1938			<u>\$ 796,965.45</u>

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

LIABILITIES AND FUND BALANCES

AS OF DECEMBER 31, 1938

FOR SERVICE AFTER JULY 1, 1935:

LIABILITY RESERVES:

ANNUITY PAYMENT FUND ACCOUNT:

Employee Annuitants	\$	18,501.76	
Employees' Annuities Fixed		5,222.08	
Widow Annuitants		17,875.30	
Wives' Annuities Fixed		<u>7,623.62</u>	

\$ 49,222.76

SALARY DEDUCTION FUND ACCOUNT:

Employees	\$	373,995.75	
Wives of Employees		<u>98,675.61</u>	

472,671.36

CITY CONTRIBUTION FUND ACCOUNT:

Employees	\$	632,094.06	
Wives of Employees		172,684.03	
Supplemental Annuities		<u>2,726.03</u>	

807,504.12

SURPLUS RESERVES:

Annuity Payment Fund Account	\$	7,383.41	
Children's Annuity Payment Fund Account		0	
Duty Disability Fund Account		0	
Expense of Administration Fund Account		7,678.95	
Gift Fund Account		0	
Investment and Interest Fund Account		0	
Ordinary Disability Fund Account		<u>58,775.31</u>	

58,479.77

TOTAL LIABILITY AND SURPLUS RESERVES

FOR SERVICE AFTER JULY 1, 1935

\$1,387,878.01

Deduct Per Contra (Obligations of City because of Age and Service Credits Granted)

349,384.13

NET LIABILITIES AND FUND BALANCES SERVICE AFTER JULY 1, 1935

\$1,038,493.88

FOR SERVICE PRIOR TO JULY 1, 1935:

PRIOR SERVICE FUND ACCOUNT:

Employee Annuitants	\$	613,688.74	
Employees' Annuities Fixed		181,378.74	
Widow Annuitants		280,973.77	
Wives' Annuities Fixed		253,845.93	
Contributions for Employees		3,661,062.34	
Contributions for Wives		<u>1,430,337.80</u>	

\$6,421,287.32

DEDUCT (Per Contra):

Obligations of City because of Prior Service Credits Granted

6,662,815.75

NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935

241,528.43

NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1938

\$ 796,965.45

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

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INCOME

YEAR 1938

INCOME

AND

EXPENDITURES

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

INCOME

YEAR 1938

SALARY DEDUCTIONS:

Employees	\$117,396.55	
Wives of Employees	29,451.86	
Ordinary Disability	15,066.83	
Expense of Administration	8,844.59	
	<u> </u>	
Total Salary Deductions		\$170,759.83

CITY CONTRIBUTIONS:

Employee's Annuity	\$182,748.72	
Wives Annuity	51,540.76	
Children's Annuity	6,950.00	
Duty Disability	17,334.44	
Ordinary Disability	15,066.83	
Expense of Administration	8,844.59	
Interest on Income	4,934.32	
	<u> </u>	
Total City Contributions	\$287,419.66	

Tax Extension 1938	\$194,817.99	
Less Reserve for Loss and Cost of Collection	<u>19,481.80</u>	
Net Tax Extension	<u>\$175,336.19</u>	

Current Deficiency	<u>112,083.47</u>	
Net City Contributions		175,336.19

BOND INTEREST		<u>12,038.81</u>
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TOTAL INCOME YEAR 1938 \$358,134.83

TOTAL EXPENDITURES YEAR 1938 195,825.14

EXCESS INCOME OVER EXPENDITURES \$162,309.69

NET LEDGER ASSETS JANUARY 1, 1938 634,655.76

NET LEDGER ASSETS DECEMBER 31, 1938 \$796,965.45

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

EXPENDITURES

YEAR 1938

BENEFITS PAID:

Prior Service Annuities, Employees	\$	92,820.94	
Age and Service Annuities, Employees		1,518.03	
Prior Service Widow Annuities		23,928.17	
Age and Service Widow Annuities		1,107.60	
Compensation Widow Annuities	\$	2,994.00	
Less Workmen's Compensation Benefits		2,576.04	417.96
Children's Annuities			6,950.00
Duty Disability Benefits	\$	27,040.61	
Less Workmen's Compensation Benefits		10,914.88	16,125.73
Ordinary Disability Benefits			20,225.04
Total Benefits Paid			\$163,093.47

EXPENSE OF ADMINISTRATION:

Salaries (Reg. \$9,660.00 - O.T. \$984.48)	\$	10,644.48	
Legal Fees		2,700.00	
Actuarial Fees		7,882.36	
Medical Fees		1,265.00	
Audits		870.00	
Printing		154.17	
Office Equipment		378.48	
Telephone		200.72	
Rent		500.40	
Premiums on Empl. Bonds		276.93	
Machine Repairs		40.70	
Petty Cash		275.00	
Total Expense of Administration			25,188.24

REFUNDS:

7,543.43

TOTAL EXPENDITURES YEAR 1938

\$195,825.14

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

GAIN AND LOSS

YEAR 1938

GAINS

AND

LOSSES

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

GAIN AND LOSS

YEAR 1938

SURPLUS BALANCES DECEMBER 31, 1938:

Annuity Payment Fund	\$ 7,383.41	
Expense Fund	7,678.95	
Investment and Interest Fund	0	
Ordinary Disability Fund	58,775.31	
Prior Service Fund	6,662,815.75	
Obligations of City because of Age and Service Credits Granted	<u>349,384.13</u>	
Total		\$6,953,720.11

SURPLUS BALANCES JANUARY 1, 1938:

Annuity Payment Fund	\$ 3,517.55	
Expense Fund	3,595.97	
Investment and Interest Fund	0	
Ordinary Disability Fund	46,776.45	
Prior Service Fund	6,546,752.30	
Obligations of City because of Age and Service Credits Granted	<u>220,734.60</u>	
Total		<u>6,720,788.87</u>

NET LOSS YEAR 1938

\$232,931.24

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

ANALYSIS OF GAIN AND LOSS

YEAR 1938

	Prior Ser- vice Annu- ity Fund	Annuity Payment Fund	
GAIN BECAUSE OF ANNUITY AND BENEFIT PURPOSES:			
Mortality, Employee Annuitants	\$ 6,595.67	\$ 750.38	
Mortality, Employees' Annuities Fixed	23,918.80	335.63	
Mortality, Widow Annuitants	4,481.47	320.74	
Mortality, Wives Annuities Fixed	8,698.99	148.17	
Excess Contributions on Refunds, Prior Service	73,239.84		
Excess Contributions, on Refunds, Age and Service	11,501.02		
Excess Contributions, No Wife, Prior Service	18,675.99		
Excess Contributions, No Wife, Age and Service	1,001.72		
Excess Contributions, Employee's Annuity Fixed	21,709.03	2,584.53	
Excess Contributions When Wives Annuities are Fixed	6,462.36	1,359.92	
Excess Contributions When Widow's Annuities are Fixed	4,340.31	808.85	
Refunds after Fixed		364.66	
Salary Deductions after Fixed		5,905.74	
Totals	<u>\$163,227.22</u>	<u>\$11,849.30</u>	\$175,076.52
Additional Prior Service Granted			17,420.58
GAIN BECAUSE OF:			
SURPLUS RESERVE PURPOSES:			
Excess Receipts over Benefits Paid:			
Transferred from Annuity Payment Fund to Expense of Administration Fund	\$ 3,682.88		
Transferred from Annuity Payment Fund to Investment and Interest Fund	4,441.26		
Excess Payments over Receipts, Expense of Administration Fund	3,939.14		
Ordinary Disability Fund	<u>10,127.80</u>		
Total Gain		\$ 1,935.48	
Interest Earned on Balances of January 1, 1938:			
Annuity Payment Fund Account	\$ 140.70		
Ordinary Disability Fund Account	1,871.06		
Expense of Administration Fund Account	<u>143.84</u>		
Total Interest Earned		<u>1,867.92</u>	
Total Gain because of Surplus Reserve Purposes			67.56
TAX REQUIREMENT PURPOSES:			
Interest on Deferred Obligations	\$ 270,699.47		
Interest on Taxes Receivable	<u>8,471.90</u>	\$ 279,171.37	
Current Deficiency		112,083.47	
Prior Years Adjustments		<u>735.22</u>	390,519.62
NET LOSS YEAR 1938			<u><u>\$232,931.24</u></u>

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

COMPARATIVE ANALYSIS

YEAR 1938

ASSETS

AND

LIABILITIES

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

COMPARATIVE ANALYSIS

	ASSETS		
	Jan. 1, 1938	Dec. 31, 1938	Increase
CASH ON DEPOSIT:	\$ 90,817.50	\$ 91,213.39	\$ 395.89
ACCOUNTS RECEIVABLE:			
Salary Deductions Accrued	\$ 8,405.58	\$ 6,865.35	\$ 1,540.23
Miscellaneous from Employees	893.58	757.95	135.63
Total Accounts Receivable	\$ 9,299.16	\$ 7,623.30	\$ 1,675.86
INTEREST RECEIVABLE:			
Accrued Interest on Bonds	\$ 5,227.09	\$ 5,227.07	\$.02
Accrued Interest on Tax			
Anticipation Warrants	0	2,141.61	2,141.61
Total Interest Receivable	\$ 5,227.09	\$ 7,368.68	\$ 2,141.59
INVESTMENTS:			
Tax Anticipation Warrants - Board of Education	\$ 0	\$ 150,000.00	\$150,000.00
Bonds - Par Value	285,000.00	285,000.00	0
Bond Premiums	9,745.11	8,729.83	1,015.28
Total Investments	\$ 294,745.11	\$ 443,729.83	\$148,984.72
TAXES RECEIVABLE:			
1935	\$ 43,322.03	\$ 40,072.66	\$ 3,249.37
1936	58,088.45	41,883.65	16,204.80
1937	207,397.64	63,183.50	144,214.14
1938	0	194,817.99	194,817.99
Total	\$ 308,808.12	\$ 339,957.80	\$ 31,149.68
Less Reserve for Loss and Cost of Collection (10% of Extension):			
1935	\$ 13,198.27	\$ 13,198.27	\$ 0
1936	19,569.29	19,569.29	0
1937	20,739.76	20,739.76	0
1938	0	19,481.80	19,481.80
Total	\$ 53,507.32	\$ 72,989.12	\$ 19,481.80
Net Taxes Receivable	\$ 255,300.80	\$ 266,968.68	\$ 11,667.88
GROSS LEDGER ASSETS	\$ 655,389.66	\$ 816,903.88	\$161,514.22
LESS:			
ACCOUNTS PAYABLE:			
Miscellaneous to Employees	20,733.90	19,682.74	1,051.16
Comptroller and Municipal Employees' Annuity and Benefit Fund	0	255.69	255.69
NET LEDGER ASSETS DECEMBER 31, 1938	\$ 634,655.76	\$ 796,965.45	\$162,309.69
DEFERRED ASSETS:			
Obligations of City because of Prior Service Credits Granted	\$6,546,752.30	\$6,662,815.75	\$116,063.45
Obligations of City because of Age and Service Credits Granted	220,734.60	349,384.13	128,649.53
Total Deferred Assets	\$6,767,486.90	\$7,012,199.88	\$244,712.98
TOTAL NET LEDGER AND DEFERRED ASSETS	\$7,402,142.66	\$7,809,165.33	\$407,022.67
DEDUCT (Per Contra) LIABILITIES:			
Obligations of City because of Prior Service and Age and Service Credits Granted	6,767,486.90	7,012,199.88	244,712.98
NET LEDGER ASSETS DECEMBER 31, 1938	\$ 634,655.76	\$ 796,965.45	\$162,309.69

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

COMPARATIVE ANALYSIS

LIABILITIES AND FUND BALANCES

FOR SERVICES AFTER JULY 1, 1935:	Jan. 1, 1938	Dec. 31, 1938	Increase
LIABILITY RESERVES:			
ANNUITY PAYMENT FUND ACCOUNT:			
Employee Annuitants	\$ 6,612.96	\$ 18,501.76	\$ 11,888.80
Employees' Annuities Fixed	2,934.66	5,222.08	2,287.42
Widow Annuitants	9,685.98	17,875.30	8,189.32
Wives' Annuities Fixed	4,216.76	7,623.62	3,406.86
Total Annuity Payment Fund	<u>\$ 23,450.36</u>	<u>\$ 49,222.76</u>	<u>\$ 25,772.40</u>
SALARY DEDUCTION FUND ACCOUNT:			
Employees	\$ 268,871.41	\$ 373,995.75	\$105,124.34
Wives of Employees	70,439.67	98,675.61	28,235.94
Total Salary Deduction Fund	<u>\$ 339,311.08</u>	<u>\$ 472,671.36</u>	<u>\$133,360.28</u>
CITY CONTRIBUTION FUND ACCOUNT:			
Employees	\$ 450,872.86	\$ 632,094.06	\$181,221.20
Wives of Employees	123,269.68	172,684.03	49,414.35
Supplemental Annuities	1,860.85	2,726.03	865.18
Total City Contribution Fund	<u>\$ 576,003.39</u>	<u>\$ 807,504.12</u>	<u>\$231,500.73</u>
SURPLUS RESERVES:			
Annuity Payment Fund Account	\$ 3,517.55	\$ 7,383.41	\$ 3,865.86
Children's Annuity Payment Fund Account	0	0	0
Duty Disability Fund Account	0	0	0
Expense of Administration Fund Account	3,595.97	7,678.95	4,082.98
Investment and Interest Fund Account	0	0	0
Ordinary Disability Fund Account	46,776.45	58,775.31	11,998.86
Total Surplus Reserves	<u>\$ 46,698.03</u>	<u>\$ 58,479.77</u>	<u>\$ 11,781.74</u>
TOTAL LIABILITY AND SURPLUS RESERVES FOR SERVICE AFTER JULY 1, 1935	<u>\$ 985,462.86</u>	<u>\$1,387,878.01</u>	<u>\$402,415.15</u>
DEDUCT (Per Contra) (Obligations of City for Age and Service Credits Granted)	<u>220,734.60</u>	<u>349,384.13</u>	<u>128,649.53</u>
NET LIABILITY FOR SERVICE AFTER JULY 1, 1935	<u>\$ 764,728.26</u>	<u>\$1,038,493.88</u>	<u>\$273,765.62</u>
FOR SERVICE PRIOR TO JULY 1, 1935:			
PRIOR SERVICE FUND ACCOUNT:			
Employee Annuitants	\$ 493,904.97	\$ 613,688.74	\$119,783.77
Employees' Annuities Fixed	252,371.16	181,378.74	70,992.42
Widow Annuitants	214,092.27	280,973.77	66,881.50
Wives' Annuities Fixed	241,888.32	253,845.93	11,957.61
Contributions for Employees	3,755,859.32	3,661,062.34	94,796.98
Contributions for Wives	1,458,563.76	1,430,337.80	28,225.96
Total Prior Service Fund	<u>\$6,416,679.80</u>	<u>\$6,421,287.32</u>	<u>\$ 4,607.52</u>
DEDUCT (Per Contra):			
Obligations of City for Prior Service Credits Granted	<u>6,546,752.30</u>	<u>6,662,815.75</u>	<u>116,063.45</u>
NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935	<u>\$ 130,072.50</u>	<u>\$ 241,528.43</u>	<u>\$111,455.93</u>
TOTAL NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1938	<u>\$ 634,655.76</u>	<u>\$ 796,965.45</u>	<u>\$162,309.69</u>

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

CASH RECONCILIATIONRECEIPTS AND DISBURSEMENTS

YEAR 1938

BALANCE JANUARY 1, 1938 \$90,817.50

RECEIPTS:

Salary Deductions	\$175,963.60
Bond Interest	10,912.50
Installment of 1935 Taxes	3,249.37
Installment of 1936 Taxes	16,204.80
Installment of 1937 Taxes	144,214.14
Miscellaneous (Reimbursement Forged Check)	<u>82.50</u>
Total Receipts	\$350,626.91

DISBURSEMENTS:

Annuities - Employees	\$94,421.47
Annuities - Widows	25,453.73
Annuities - Children	6,950.00
Ordinary Disability Benefits	18,505.44
Duty Disability Benefits	<u>14,757.07</u>
	\$160,087.71

Refunds:

Separation from Service	\$ 7,227.87
Adjustments - New Annuitants	5,777.29
Errors in Deductions	1,691.21
Errors Dep. by City Comptroller	<u>258.70</u>
Total Refunds	14,955.07

Operating Expenses 25,188.24

Securities Purchased:

Tax Warrants - Par Value 150,000.00Total Disbursements 350,231.02EXCESS RECEIPTS OVER DISBURSEMENTS 395.89BALANCE DECEMBER 31, 1938 PER BOOKS \$91,213.39OUTSTANDING CHECKS DECEMBER 31, 1938 6,200.01BALANCE PER TREASURER \$97,413.40